INSTRUMENT PREPARED BY VIRGINIA GAS AND OIL BOARD ORDER RECORDED UNDER CODE OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

SUPPLEMENTAL ORDER REGARDING

DOCKET NO. VGOB 08/12/09-2396

ELECTIONS, UNIT: V-502791

(hereinafter "Subject Drilling Unit")

TAX MAP IDENTIFICATION NUMBERS:

TAX MAP IDENTIFICATION UMBERS FOR ALL PARCELS AFFECTED BY THIS ORDER ARE SHOWN ON EXHIBIT (S) \_\_\_\_\_ B' B-3 & E \_\_\_\_\_ WHICH IS/ARE ATTACHED TO AND A PART OF THIS ORDER.

REPORT OF BOARD

#### FINDINGS AND ORDER

This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992, at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirement of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on August 31, 2009, and recorded Instrument #200902951 at the Office of the Clerk of Circuit Court, Wise County, Virginia on September 10, 2009, (herein "Board Order") to complete the record regarding elections. The Board Order pooled all interest in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 et seq., Virginia Code, 1950 as amended.

#### 2. Findings: The Board finds that:

- (a) The Board Order directed EQT Production Company, (herein the Designated Operator"), to mail copies of the Board Order to all respondents whose interest, if any, were pooled by said Board Order;
- (b) The designated operator filed its affidavit of mailing dated September 22, 2009, disclosing that it had mailed a correct copy of the Board's Order to all Respondents whose interest, if any, were pooled by said Board Order;

- by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated March 1, 2011, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.70C (herein "Affidavit of Election"), wherein it has, for each Respondent whose interest, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election made, if any; (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interest, estates and claims in Subject Drilling Unit to the Designated Operator;
- (d) The Board Order further required the Designated Operator, after expiration of the election period, to file with the Board a statement of the interests subject to escrow under the terms and provisions of the Board Order, in light of the elections made or deemed to have been made (herein "Statement of Interests"); that the Designated Operator furnished said Statement of Interests as part of its Affidavit of Election. A copy of which is attached hereto as Exhibit B;
- (e) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, First Bank & Trust Company, P.O. Box 3860, Kingsport, TN 37660 (423) 245-6971, Attn: Debbie Davis, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated December 23, 1992.
- 3. Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2 above and the annexed Affidavits, any funds subject to escrow and instructs the Escrow Agent, First Bank & Trust Company, P.O. Box 3860, Kingsport, TN 37660 (423) 245-6971, Attn: Debbie Davis, or any successor named by the Board to establish interest-bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in said affidavits to receive such funds and account to the Board therefore.
- 4. <u>Mailing of Order and Filing of Affidavit:</u> The Designated Operator under the captioned Order or its Attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each person whose interest or claim is subject to escrow and whose address is known.
- 5. <u>Conclusion:</u> Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
- 6. <u>Effective Date:</u> This Order shall be effective on the date of its execution.

| DONE AND EXECUTED this 28 day of  | of, 2011 by a majority   |
|---|--|
| of the Virginia Gas and Oil Board.  |  |
| DONE AND PERFORMED THIS 28 Order of this Board.   |  |
|   |  |
| Princip   | Asbury Jr.  Pal Executive To The Staff  ia Gas and Oil Board   |
|   |  |
| STATE OF VIRGINIA ) COUNTY OF RUSSELL )  Acknowledged on this day of personally before me a notary public Virginia, appeared Bradley C. Lambert, be that he is Chairman of the Virginia Gas Jr., being duly sworn did depose and say the Staff of the Virginia Gas and Oil Boand was authorized to do so. | in and for the Commonwealth or<br>sing duly sworn did depose and sa-<br>and Oil Board, and David Asbur<br>that he is Principal Executive to  |
| Diane I<br>174394   | ne Davis, xotary   |
| My commission expires: <u>September 30, 2013</u>  | SOURCE SO |
|   | WEATER OF ABOUT  |

MAR 2011

estron Office

#### **VIRGINIA:**

#### BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE: Application of EQT Production Company, for Forced Pooling of Interests in Unit Number V-502791 VGOB Docket No. VGOB-08/12/09-2396 in the Gladeville Magisterial District of Wise County, Virginia.

AFFIDAVIT OF WILHOIT & KAISER, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER

James E. Kaiser (herein Affiant), being first duly sworn on oath, deposes and says:

- 1. That the Affiant is an attorney in the law firm of WILHOIT & KAISER, the Agent for the Designated Operator, with offices located at 220 Broad Street, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
- 2. That the Order entered on August 31, 2009, by the Virginia Gas and Oil Board regarding the captioned Conventional Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
- 3. That within seven (7) days of the receipt of an executed copy of the Order referred to at Paragraph 2. above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter;
- 4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date said Order was recorded in the county above named; that said Order was recorded on September 10, 2009.
- 5. That the Designated Operator, by and through their agent, Wilhoit & Kaiser, Attorneys-at-Law, have established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interest have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to Subject Unit; that the following persons delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day election periods:

**NONE** 

6. That the interest and/or claims of the following persons (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow under the Board's Order pooling the captioned Unit, as unknown or/unlocatable.

See Exhibit E

7. That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims.

**NONE** 

8. That the following persons have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective interests shall be deemed to have leased pursuant to and in accordance with paragraph 10 of the Order.

See Exhibit B-3

That pursuant to the provision of 4VAC 25-160.70C annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent are required in this matter pursuant to the terms of §§ 45.1-361.21.D.

| Dated at Kingsport, Tennessee, this <u>1st</u> day of <u>March</u> , 2011.  |
|---|
| Affiant   |
|   |
| State of Tennessee )  |
| County of Sullivan )  |
| Taken, subscribed and sworn to before me by James E. Kaiser, the Agent of EQT Production Company, a corporation, on behalf of the corporation, this day of _March, 2011.  |
| STATE OF STATE OF THE STATE OF |
| Susan Reterson, Notary  |
| My commission expires: October 24, 2012.  |

## EXHIBIT "B" V-502791

| TRACT  | LESSOR   | LEASE<br>STATUS  | INTEREST<br>WITHIN<br><u>UNIT</u> | GROSS<br>ACREAGE<br><u>IN UNIT</u> | NET<br>REVENUE<br>INTEREST  |
|--|--|--|-----------------------------------|------------------------------------|-----------------------------|
|  | Gas Estate Only  |  |                                   |                                    |                             |
| 1<br><b>Tax ID # 020297</b><br>TAX ID 020297 | Penn Virginia Operating Co.,LLC<br>Seven Sheridan Square<br>Suite 400<br>Kingsport, TN 37660   | Leased<br>223096<br>Tk-718   | 22.68000000%                      | 25.5600                            | 0.02835000 RI               |
| Tract 1 Totals                               | Equitable Production Company   | District Control of the least o | 0.22680000                        | 25.5600                            | 0.19845000 WI<br>0.22680000 |
| 2<br>Tax ID # 020333                         | Penn Virginia Operating Co.,LLC Seven Sheridan Square 223096 Suite 400 Tk-748 Kingsport, TN 37660  |  | 42.51000000%                      | 47.9000                            | 0.05313750 RI               |
|  | Equitable Production Company   |  | 0                                 |                                    | 0.37196250 WI               |
| Tract 2 Totals                               |  |  | 42.51000000%                      | 47.9000                            | 0.42510000                  |
| 3<br>Tax ID # 019945                         | Steinment Development Co.<br>P.O. Box 249<br>Norton, VA 24273  | Leased<br>245756   | 9.17000000%                       | 10.3300                            | 0.01146250 RI               |
|  | Equitable Production Company   |  | -                                 |                                    | 0.08023750 WI               |
| Tract 3 Totals                               |  |  | 9.17000000%                       | 10.3300                            | 0.09170000                  |
| 4<br>Tax ID # 018868                         | William F. and Ellen Roberts Heirs<br>Unknown/Unlocatable  | Unleased   | 6.03000000%                       | 6.7900                             | 0.00753750 RI               |
| T 4 T-4-1-                                   | Equitable Production Company   |  | 0.000000000                       | 0.7000                             | 0.05276250 WI               |
| Tract 4 Totals                               | ). <del></del>   |  | 6.03000000%                       | 6.7900                             | 0.06030000                  |
| 5<br>Tax ID # 020300                         | Penn Virginia Operating Co.,LLC<br>Seven Sheridan Square<br>Suite 400<br>Kingsport, TN 37660   | Leased<br>223096<br>Tk-720   | 4.87000000%                       | 5.4900                             | 0.00608750 RI               |
|  | Equitable Production Company   |  | <del></del>                       |                                    | 0.04261250 WI               |
| Tract 5 Totals                               | National Control of the Control of t |  | 4.87000000%                       | 5.4900                             | 0.04870000                  |
| 6<br>Tax ID # 020297                         | Penn Virginia Operating Co.,LLC<br>Seven Sheridan Square<br>Suite 400<br>Kingsport, TN 37660   | Leased<br>223096<br>Tk-718   | 0.90000000%                       | 1.0100                             | 0.00112500 RI               |
|  | Equitable Production Company   |  |                                   |                                    | 0.00787500 WI               |
| Tract 6 Totals                               |  |  | 0.90000000%                       | 1.0100                             | 0.00900000                  |
| 7<br>Tax ID # 020291                         | Penn Virginia Operating Co.,LLC<br>Seven Sheridan Square<br>Suite 400<br>Kingsport, TN 37660   | Leased<br>223096<br>Tk-713   | 13.84000000%                      | 15.6100                            | 0.01730000 RI               |
|  | Equitable Production Company   |  |                                   |                                    | 0.12110000 WI               |
| Tract 7 Totals                               |  |  | 13.84000000%                      | 15.6100                            | 0.13840000                  |
|  | Total Gas Estate   |  | 100.00000000%                     | 112.6900                           | 1.00000000                  |
|  | Percentage of Unit Leased<br>Percentage of Unit Unleased   |  | 93.97000000%<br>6.03000000%       |                                    |                             |
|  | Acreage in Unit Leased<br>Acreage in Unit Unleased   |  |                                   | 105.90000000<br>6.79000000         |                             |

| TRACT LESSOR |  | LEASE<br>STATUS | INTEREST<br>WITHIN<br><u>UNIT</u> | GROSS<br>ACREAGE<br>IN UNIT |  |
|--------------|--|-----------------|-----------------------------------|-----------------------------|--|
|              | <b>Gas Estate Only</b>   |                 |                                   |                             |  |
| 4            | William F. and Ellen Roberts Heirs<br>Unknown/Unlocatable<br>Tax ID # 018868 | Unleased        | 6.03000000%                       | 6.7900                      |  |
|              | TOTAL  |                 | 6.03000000%                       | 6.7900                      |  |

# EXHIBIT "E" V-502791

000173 MAY 23=

| TRACT | <u>LESSOR</u>  | LEASE<br>STATUS | INTEREST<br>WITHIN<br><u>UNIT</u> | GROSS<br>ACREAGE<br><u>IN UNIT</u> |
|-------|--|-----------------|-----------------------------------|------------------------------------|
| 4     | William F. and Ellen Roberts Heir:<br>Unknown/Unlocatable<br>Tax ID # 018868 | Unleased        | 6.03000000%                       | 6.7900                             |
|       | TOTAL  |                 | 6.03000000%                       | 6.7900                             |

INSTRUMENT #201101351
RECORDED IN THE CLERK'S OFFICE OF
WISE COUNTY ON
MAY 23, 2011 AT 03:27PM

J. JACK KENNEDY, JR., CLERK RECORDED BY ADH

|         | Instrument Control Number   |  | 2394   | 000164 MAY 2                   | 23 =                            |
|---------|---|--|--|--------------------------------|---------------------------------|
|         | Commonwealth Land Record Instru Cover Sheet - Form [ILS VLR Cover Sheet Agent | ments<br>A   | а  |                                | VTY ON                          |
| C O R P | 850   | 2/2009 ]<br>RDER ]<br>1]<br>9]                             |  | J. JACK KENNEDY:<br>RECORDED F | JR., CLERK<br>Y:/ADH            |
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|         | Last Name [Virginia [   | ] [Gas and Oil   | st Name  Board ]    First and Second G                             | [                              | itial Suffix                    |
|         | Last Name [William F. Roberts Heirs [William F and Ellen Rob                  | ][   | st Name  |                                | itial Suffix                    |
|         | (Ad   | dress 1) [<br>dress 2) [<br>y, State, Zip) [               | Equitable Producti<br>P O Box 23536<br>Pittsburgh<br>ng Debt [0.00 | on Company                     | ] [PA ] [15222<br>Jalance [0.00 |
|         | Prior Instr. Recorded at: 0<br>Book [ ]<br>Parcel Identification No (F        | City Count Page PIN) [ ent than PIN)                       | ty X [Wise Count<br>[ ]<br>018868<br>supplemental orde             | ty ] Percent<br>Instr. No      | in this Juris. [ 100            |
|         | Current Property Address  | [<br>(Address 1) [<br>(Address 2) [<br>(ity, State, Zip) [ |  |                                | 11 11                           |

Instrument Prepared By [Virginia Gas and Oil Board

Recording Paid for By [DMME

Return Recording To (Name) [Diane Davis
(Address 1) [P O Drawer 159
(Address 2) [
(City, State, Zip) [Lebanon ][VA][24266

Customer Case ID [Virginia Gas and Oil Board

[DMME

[Diane Davis
[P O Drawer 159
[Lebanon ][VA][24266
[D812092396]][



E X E M P T

### Hagy, Sharon (DMME)

From:

VITASHARE System [vitashare@vita.virginia.gov]

Sent:

Wednesday, June 08, 2011 10:02 AM

Hagy, Sharon (DMME)

To: Subject:

New Transaction G6B8XMAPUTNU7NIH

Transaction details for Sharon Hagy(user shagy 1) Job Id: G6B8XMAPUTNU7NIH Date: Wed, Jun 8, at 10:01 Transaction Details: Acknowledge Security Policy: I understand that this system is not intended for sensitive Recipient's Email example- user1@virginia.gov, user2@virginia.gov: ATolman@eqt.com, gloria.clark@dmme.virginia.gov, KShannon@eqt.com, sep@wilhoitandkaiser Message - Describe file attachment: Please see the recorded supplemental orders for the following dockets: 2070 2256 2309 2396 2863 Notify me when the file is downloaded?: Pin: 55695 Files: 2070 Supplemental-Original.tif 2256 Supplemental-Original.tif

2309 Supplemental-Original.tif 2396 Supplemental-Original.tif 2863 Supplemental-Original.tif

View details here <a href="http://vitashare.vita.virginia.gov/fcweb/viewJobLink.do">http://vitashare.vita.virginia.gov/fcweb/viewJobLink.do</a>? JOBIDX=G6B8XMAPUTNU7NIH>

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